

**PARUL UNIVERSITY**  
**FACULTY OF MANAGEMENT**  
**MBA Winter 2019 - 20 Examination**

**Semester:4****Subject Code: 06201253****Subject Name: Banking & Insurance****Date: 13/12/2019****Time: 2:00 pm to 4:30 pm****Total Marks: 60****Instructions**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

**Q.1 Do as Directed.****A).Multiple choice type questions/Fill in the blanks. (Each of 1 mark)****(05)**

1. What is the expanded form of the term ALM used in banking sector?
  - a) Asset Liability Maintenance
  - b) Asset Liability Manipulation
  - c) Asset Liability Management
  - d) Asset Liability Maximization
2. Which among the following is called the rate of interest charged by RBI for lending money to various commercial banks by rediscounting of the bills in India?
  - a) Bank Rate
  - b) Reverse Repo
  - c) Interest Rate
  - d) Prime Lending Rate
3. What is the full form of SWIFT?
  - a) Society for world-bank Financial Transaction
  - b) Society for Worldwide Interbank Financial Telecommunication
  - c) Society for Worldwide International Financial Transaction
  - d) Safe Window Institute For Transactions
4. Insurance works on the principle of
  - a) Trust
  - b) Randomness
  - c) Sharing
  - d) All of the above
5. State which one of the following statement is correct.
  - a) The Ombudsman's authority is limited to claims matter only.
  - b) The Ombudsman is not a judicial authority.
  - c) Both the statements above are correct.
  - d) Both the statements above are wrong.

**B).Define the following. (Each of 1 mark)****(05)**

1. Banker
2. NEFT
3. Insured
4. Reinsurance
5. Non- Scheduled Banks

**C).Direct questions. (Each of 1 mark)****(05)**

1. Explain Actuary
2. What is Insurable Interest?
3. Explain Cash Reserve Ratio
4. Explain Call Money
5. NOSTRO Account

**Q.2 Answer the following questions.****A). Explain traditional role of banking sector.****(07)****B). Explain difference between Credit Card & Debit Card.****(08)****Q.3 Answer the following questions.**

A). Explain salient features of SARFAESI Act.

(07)

B). Explain key Insurance Sector Reforms

(08)

**Q.4 Attempt any two questions. (Each of 7.5 mark)**

(15)

1. Explain briefly types of banks in India.
2. Explain process of Credit Appraisal and its importance.
3. Distinguish between Life Insurance & General Insurance.
4. Distinguish between Wagering and Insurance Contracts